

GOVERNMENT OF TELANGANA
ABSTRACT

Agriculture and Co-operation Department-Horticulture-Oil Palm- Fixation of Formula for the Pricing of Oil palm Fresh Fruit Bunches (FFBS) for the period from 1st November 2015 to 31st October 2016 (Oil Year)-Orders Issued.

AGRICULTURE AND CO-OPERATION (HORTI & SERI) DEPARTMENT

G.O.RT.No. 45

Dated: 04/02/2016
Read the following

1. GO MS No 18, A&C (H&S) Department, Dt.13.11.2014.
2. From the Under Secretary, Govt of India, Ministry of Agriculture, Agriculture and Co-operation Department Lr.F.No:12/22/2010 (TMOP), Dt.13.08.2013.
3. From Deputy Secretary, Govt. of India, Ministry of Agriculture, Agriculture and Co-operation Department Lr.Dt. 07.11.2013.
4. GO Ms.No.23, Dt.25.11.2014, APC & Principal Secretary to Govt., Agriculture & Co-operation (Horti & Seri) Department, Govt. of Telangana.
5. Meeting held by the Commissioner of Horticulture on 03.12.2015 with the Oil Palm companies and Farmers for finalization of new formula for pricing of Oil Palm Fresh fruit Bunches for the Oil Year 2015-16.
6. From the COH, TS, Hyd Lr. No. NMOOP/40/2014, Dated:05-12-2015

ORDER:

In the reference 1st read above, the Andhra Pradesh Oil Palm (Regulation of Production and Processing) Act enacted on 23.01.1993 has been adapted by Government of Telangana. UNDER SECTION 13(1) OF THE Act, the Government is empowered on their own to fix the minimum price to the Oil Palm Fresh Fruit Bunches (FFBs) or may authorize the Oil Palm Commissioner to do so.

2. In the letter 2nd read above, the Govt. of India recommended the following formula for pricing of FFBs of Oil palm i.e.,

“13.54 % of net crude palm oil (CPO) weighted average price, based upon 18% Oil Extraction Ratio (OER), plus 75.25 % on 9% recovery of palm kernel nuts weighted av. Price. Any variation in OER would result in change in the pricing formula in respect of percent of net CPO weighted average price to be paid to the Oil palm growers.

The OER would be determined as per the actual content extracted in the past by the processing industry, as established by the State Governments concerned”

3. In the letter 3rd read above , Government of India has directed the state Governments may go ahead with the operationalization of the pricing formulae for FFBs as recommended by the GOI.

4. In the G.O 4th read above, Government of Telangana have issued orders on Price fixation formula for the Oil year 2014-15 following the recommendations of GOI which was applicable only till October 2015.

(P.T.O)

5. In the letter 5th read above, a meeting was held by Commissioner of Horticulture with the Oil Palm companies and Farmers for finalization of new formula for pricing of Oil Palm Fresh fruit Bunches for the Oil Year 2015-16 where they have agreed unanimously for fixing the following formula considering 17.65% OER obtained by the TSOILFED (Aswaraopet Processing Unit at Khammam) during the Oil year 2014-15.

“13.28% of Net Crude Palm Oil (CPO) weighted average price (based on the actual, average OER of 17.65% recovered for the oil year 2014-15 by TSOILFED plus 75.25% on 9% recovery of Palm Kernel Nuts weighted average price, realized by TSOILFED for the period from 1st November 2015 to 31st October 2016”

Ashwaraopet OERs for the Oil Year 2014-15				
S. No	Month	Qty Processed MTs	CPO Obtained MTs	OER %
1	;Nov 14	3015.200	547.965	18.17
2	Dec 14	1875.000	357.575	19.07
3	Jan 15	1002.000	208.055	20.76
4	Feb 15	283.000	57.520	20.33
5	Mar 15	0.000	0.000	0.00
6	April 15	3400.000	616.560	18.13
7	May 15	5530.000	976.750	17.66
8	June 15	8860.000	1364.600	15.40
9	July 15	9000.000	1563.300	17.37
10	Aug'15	9640.000	1615.685	16.76
11	Sept '15	9200.000	1659.965	18.04
12	Oct '15	7599.835	1515.790	19.95
	Total	59405.035	10483.765	17.65

6. In the letter 6th read above, the COH, TS, Hyderabad has requested the Government to issue necessary orders on the following new formula for Price fixation of Oil Palm FFBs for the period from 1st November 2015 to 31st October 2016 for the benefit of the farmers.

“13.28% of Net Crude Palm Oil (CPO) weighted average price (based on the actual, average OER of 17.65% recovered for the oil year 2014-15 by TSOILFED plus 75.25% on 9% recovery of Palm Kernel Nuts weighted average price, realized by TSOILFED for the period from 1st November 2015 to 31st October 2016

7. Government after careful examination of the matter, hereby, fix the following Formula for the pricing of Oil palm Fresh Fruit Bunches for the period 01.11.2015 to 31.10.2016 (Oil Year), under section of 13 (1) of the A.P. Oil Palm (Regulation of Production and Processing) Act 1993,

“13.28% of Net Crude Palm Oil (CPO) weighted average price (based on the actual, average OER of 17.65% recovered for the oil year 2014-15 by TSOILFED plus 75.25% on 9% recovery of Palm Kernel Nuts weighted average price, realized by TSOILFED for the period from 1st November 2015 to 31st October 2016”

8. The Commissioner of Horticulture, Telangana State shall take necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

C.PARTHASARATHI
APC & SECRETARY TO GOVERNMENT

To:

The Commissioner of Horticulture(I/c), Telangana State, Hyderabad
The Managing Director, APOILFED, Hyderabad

Copy to:

The Oilpalm Developers and Processors of Telangana State
The Oilpalm Farmers Representatives of Aswaraopet Oil Palm Processing Unit
The P.S. to the Additonal Secretary to Chief Minister, Govt. of Telangana
The P.S. to the APC & Prl Secretary to the Government, Govt. of Telangana.
The P.S to the Minister for Agriculture & Allied Sector, Govt. of Telangana.

/FORWARDED BY ORDER//

SECTION OFFICER